#### H.688 · As Passed by House "Vermont Global Warming Solutions Act of 2020"

## Senate Committee on Natural Resources & Energy

MAY 21, 2020

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### How Law Would Work / Key Steps

Establish GHG reduction <u>requirements</u> (2025, 2030, 2050)

Vermont Climate Council (begin meeting as early as Fall 2020)

Vermont Climate Action Plan (December 1, 2021)

ANR rulemaking to implement plan & achieve GHG reductions

Cause of action if ANR fails to engage in rulemaking or rules fail to achieve GHG reductions

# GHG reduction requirements (Sec. 3); amending 10 V.S.A. § 578

- Current law: "Goal" to reduce GHG emissions from 1990 baseline by:
  - 2012: 25%
  - 2028: 50%
  - 2050: 75% "if practicable using reasonable efforts"
- > H.688: Mandatory reductions of not less than:
  - 2025: 26% below 2005 levels
  - 2030: 40% below 1990 levels
  - 2050: 80% below 1990 levels

# VT Climate Council & Action Plan (Sec. 4); new 10 V.S.A. Chap. 24

#### 10 V.S.A. § 590: Definitions

➤ Greenhouse gas: Same as definition in 10 V.S.A. § 552 ("any chemical or physical substance that is emitted into the air and that the Secretary [of ANR] may reasonably anticipate to cause or contribute to climate change, including carbon dioxide, methane, nitrous oxide, hydrofluorocarbons, perfluorocarbons, and sulfur hexafluoride")

#### Climate Council; 10 V.S.A. § 591

- Membership: 22 total; 8 Executive Branch; 7 appointed by House; 7 by Senate
- Duties & deliverables
  - Identify, analyze, and evaluate strategies & programs to achieve GHG reductions
  - Adopt the VT Climate Action Plan
  - Measurement
  - Guidance to ANR concerning rules
- Subcommittees
  - 4 required, others optional
- Support
- Reports

#### Climate Action Plan; 10 V.S.A. § 592

- > (a) Adopt Dec. 1, 2021 & update every 4 years
- Specific initiatives, programs, and strategies to achieve GHG reductions & build resiliency to climate change
  - (b) Plan must include specific initiatives, programs, and strategies that achieve 7 higher level goals
  - (c) Basis for development of the initiatives, programs, and strategies set forth in (b)
  - (d) Initiatives must further 8 more specific objectives
- (e) Plan shall form basis for rules; if Council fails to adopt Plan ANR shall adopt rules

#### Rules; 10 V.S.A. § 593

- ANR shall adopt rules
  - Consistent with specific initiatives, programs, and strategies in Plan
  - Develop & file a detailed record
- Time periods to adopt & update rules (GHG reduction requirements 10 V.S.A. § 578)
  - December 1, 2022 (to meet 2025 reduction requirements)
  - July 1, 2026 (2030 reduction requirements)
  - July 1, 2040 (2050 reduction requirements)
- Alternative reduction mechanisms
- If Council fails to adopt Plan: ANR must proceed

#### Cause of action; 10 V.S.A. § 594

- This topic discussed in more depth on another day?
- Scenario (a): ANR fails to adopt or update rules
  - Rule 75
  - Time frame & notice
  - Remedy
- Scenario (b): ANR does adopt rules, but those rules fail to achieve GHG reductions
  - Time frame & notice
  - Remedy, "substantial cause", "prompt and effective" action to comply
- (c) Awarding of costs & fees
- > (d) Does not limit existing remedies

## Other provisions

- > Sec. 5: Rulemaking process
- Sec. 6: Appointment of members to Council
- Secs. 7 & 8: State energy policy and plan
- > Secs. 9 & 10: Appropriation & positions
- > Sec. 11: Effective date

### Summary of time frames

- Bill effective on passage
- Climate Council appointed w/in 60 days of bill becoming law and 1st meeting within 30 days. Council can therefore start meeting fall 2020?
- Council adopt Plan on or before Dec. 1, 2021
- ANR develop rules (Dec. 2021 May 2022)
  - Rules to Council at least 45 days before filed with ICAR (early mid May 2022)
  - Rules to House & Senate Committees at least 30 days before filed with ICAR (late May – June 1, 2022)
- Rules filed with ICAR July 1, 2022
  - ICAR / LCAR process July Dec. 2022
- Rules adopted by Dec. 1, 2022 (to meet 2025 GHG reduction goals)

## Other legal issues

- Delegation / non-delegation doctrine
- Rulemaking process & limits on authority
- Cause of action

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